

Spandana Sphoorty Financial Ltd.
Internal Audit Department



Fraud Investigation Report

Branch Details:

Branch Code	Branch Name	Cluster	Area	Region	State	Zone
APGL0140	Chinthalapudi	Chinthalapudi	Vatluru	Vatluru	Andhra Pradesh	South-2
Branch Manager Name/ID	Branch Quality Manager Name/ID	Cluster Manager Name/ID	AVP Name/ID	VP Name/ID	SVP Name/ID	CBO Name/ID
Nallamothu.Babu/SF0064782	Gandham Ajay Kumar/SF0079080	Bandi Vamshi Krishna/SF0055767	Bommera. Mahender/SF0067505	B. Nageshwara Rao/SF0070812	Arun Kumar.A/CFL0004261	Deepak Varma/SF0066880
Date of Information Received (DD/MMM/YY)		18-Apr-25	Date of event/transactions occurred (From - To) (DD/MMM/YY)		24-Apr-24	05-Nov-24
Type of Incident (Fraud/Robbery/Theft)			Fraud			
Internal or External			Internal			
No. of staff/persons involved: Fraud/Robbery/Theft			1			
Total Amount Involved (Rs.)			124270/-			

Describe how the incident has been exposed/identified:

During the fraud investigation Internal Audit team has identified in the branch that EMI embezzled by loan officer Parigadapu Radhakrishna SF0082975 collected EMI Collections amounts from borrowers and did not hand over the collected amount at the branch and identified collection misappropriation done by the branch staff and hence internal audit team raised complaint on 18th Apr 2025 and the complaint were registered on the above-mentioned date with vide complaint number - FN25-26-00267

Brief Details of the Incident:

Investigation Approach:

The audit team visited all the borrowers handled by loan officer Parigadapu Radhakrishna SF0082975 to check their availability and the amount collected was not accounted for.

Modus Operandi:

The loan officer embezzled the collection amounts from borrowers during the collection from the field.

The internal audit team investigated by visiting all 88 borrowers handled by the loan officers. The amounts of embezzled fraud collection are given below.

Spandana Sphoorty Financial Ltd.
Internal Audit Department



Sr. No.	Loan officer name	Employee Code	Type of fraud	Borrowers Verified	No. of Borrowers Affected	Total Fraud Amount
1	Parigadapu Radhakrishna	SF0082975	Collection Misappropriation	88	28	114420

Details of Process & Policy Lapses:

- Cluster Manager monitoring lapses.
- AVP & VP monitoring lapses.

Details of the Enclosed Annexures, Documents & Statements from staff/customers if any:

Borrowers' Loan Cards.
Borrowers' sub-ledger account statement.

**Spandana Sphoorty Financial Ltd.
Internal Audit Department**



Sl. NO.	Checklist	Particulars
1	Who exposed the event: Name/ID/Designation/Department/Centre to be mentioned	Internal Audit Team
2	Date of event exposed	18-Apr-25
3	Name/ID/Designation of the Fraudulent Staff	Parigadapu Radhakrishna SF0082975 LO
4	Whether it is in the notice of BM/BQM/CM/AVP/VP/SVP & HR (Yes/No)	No
5	If yes, mention the Action initiated by BM/BQM/CM/AVP/VP/SVP	NA
6	No. of frauds/ thefts/robberies that happened in this branch for the past 12 months (excluding this)	NA
7	No. of staff frauds happened in this branch for the past 12 months (excluding this)	NA
8	Is there any disciplinary action taken by HR in his/her past tenure.	NA
9	Whether an internal audit was conducted at the branch during the occurrence of the fraud (Yes/No/NA)	No
10	If yes, whether an internal audit has detected the fraud (Yes/No/NA)	No
11	If not, why was fraud not detected/informed during such an audit.	Related centres/borrowers were not covered under the sample selected during the occurrence of the fraud.
12	Is there any investigation conducted & reported after detection by other departments (Yes/No/NA)	No
13	If yes, mention the departments who conducted and reported.	NA

Spandana Sphoorty Financial Ltd.
Internal Audit Department



Details of involved staff					
Sr. No.	Staff Name	Employee ID	Designation	DOJ in SSFL	DOJ in Branch
				(DD/MMM/YY)	(DD/MMM/YY)
1	Parigadapu Radhakrishna	SF0082975	LO	29-Feb-24	

Note: The information and observations in the report are based on records and documents produced before us for verification. We have relied on certain explanations and representations provided by the SSFL staff and customers wherever applicable.

Report prepared by: Internal Audit.

Date: 07-May-2025